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UNITED STATES OF AMERICA POSTAL REGULATORY COMMISSION WASHINGTON, DC 20268-0001

Before Commissioners: Robert G. Taub, Chairman;

Michael Kubayanda, Vice Chairman;

Mark Acton;

Ann C. Fisher; and Ashley E. Poling

Competitive Products Price Changes Rates of General Applicability

Docket No. CP2020-249

NOTICE AND ORDER CONCERNING TIME-LIMITED CHANGES IN RATES OF GENERAL APPLICABILITY FOR COMPETITIVE PRODUCTS

(Issued August 17, 2020)

I. INTRODUCTION AND OVERVIEW

On August 14, 2020, the Postal Service filed notice with the Commission concerning time-limited changes in rates of general applicability for competitive products.¹ The Postal Service represents that, as required by 39 CFR 3035.102(b), the Notice includes an explanation and justification for the changes, the effective date, and a schedule of the changed rates. See Notice at 1. The changes are scheduled to take

¹ USPS Notice of Time-Limited Changes in Rates of General Applicability for Competitive Products, August 14, 2020 (Notice). Pursuant to 39 U.S.C. 3632(b)(2), the Postal Service is obligated to publish the Governors' Decision and record of proceedings in the *Federal Register* at least 30 days before the effective date of the new rates.

effect on October 18, 2020, and will roll back to current levels on December 27, 2020. *Id.*

Attached to the Notice is Governors' Decision No. 20-3, which states the new prices are in accordance with 39 U.S.C. 3632 and 3633 and 39 CFR 3035.102.² The Governors' Decision provides an analysis of the competitive products' price changes intended to demonstrate that the changes comply with 39 U.S.C. 3633 and 39 CFR part 3035. Governors' Decision No. 20-3 at 1. The attachment to the Governors' Decision sets forth both the new prices to be in effect from October 18, 2020, and the current prices that will be restored on December 27, 2020. See Notice at 1-2.

The Notice includes an attachment showing FY 2021 projected volumes, revenues, attributable costs, contribution, and cost coverage for each product, assuming implementation of the new prices from October 18, 2020, to December 27, 2020. See id. at 2.

The Notice also includes an application for non-public treatment of the attributable costs, contribution, and cost coverage data in the unredacted version of the annex to the Governors' Decision, as well as the supporting materials for the data. See id.

Planned price adjustments. The Governors' Decision includes an overview of the Postal Service's planned price changes, which is summarized in the table below.

² Notice, Decision of the Governors of the United States Postal Service on Changes in Rates of General Applicability for Competitive Products (Governors' Decision No. 20-3), at 1 (Governors' Decision No. 20-3).

Table I-1
Proposed Price Changes

Product Name	Average Price Increase (percent)
Domestic Competitive Products	
Priority Mail Express	0.7
Retail	0.0
Commercial Base	4.4
Commercial Plus	4.4
Priority Mail	1.7
Retail	0.0
Commercial Base	4.2
Commercial Plus	3.9
Parcel Select (non-Lightweight)	5.9
Destination Delivery Unit	6.8
Destination Sectional Center Facility	8.0
Destination Network Distribution Center	5.6
Parcel Select Lightweight	12.0
Parcel Select Ground	3.0
Parcel Return Service	3.3
Return Sectional Center Facility	1.9
Return Delivery Unit	4.7
First-Class Package Service	5.6
Retail	0.0
Commercial	7.0

Source: See Governors' Decision No. 20-3 at 2-3.

II. INITIAL ADMINISTRATIVE ACTIONS

The Commission establishes Docket No. CP2020-249 to consider the Postal Service's Notice. Interested persons may express views and offer comments on whether the planned changes are consistent with 39 U.S.C. 3632, 3633, and 3642, 39 CFR part 3035, and 39 CFR 3040 subparts B and E. Comments are due no later than August 31, 2020. For specific details of the planned price changes, interested persons are encouraged to review the Notice, which is available on the Commission's website at *www.prc.gov.*

Pursuant to 39 U.S.C. 505, Kenneth R. Moeller is appointed to serve as Public Representative to represent the interests of the general public in this docket.

III. ORDERING PARAGRAPHS

It is ordered:

- 1. The Commission establishes Docket No. CP2020-249 to provide interested persons an opportunity to express views and offer comments on whether the planned changes are consistent with 39 U.S.C. 3632, 3633, and 3642, 39 CFR part 3035, and 39 CFR 3040 subparts B and E.
- 2. Comments are due no later than August 31, 2020.
- 3. Pursuant to 39 U.S.C. 505, the Commission appoints Kenneth R. Moeller to serve as an officer of the Commission (Public Representative) to represent the interests of the general public in this docket.
- 4. The Secretary shall arrange for publication of this Order in the Federal Register.

By the Commission.

Erica A. Barker Secretary